



JON M. HUNTSMAN, JR.
Governor

GARY R. HERBERT
Lieutenant Governor

State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

0002

July 21, 2009

Kyle Nelson
Decorative Development
1584 South 580 East
American Fork, Utah 84003

Subject: Reclamation Surety Required, Small Mining Operations, Decorative Development LLC, Decorative Development, S/035/0043, Salt Lake County, Utah

Dear Mr. Nelson:

The Notice of Intention to Commence Small Mining Operations, (NOI), received by the Division on June 25, 2009, and the revision received on July 15, 2009, concerning the referenced exploration project is complete **with the exception of the reclamation bonding requirement.** The reclamation surety is calculated at \$24,600 for a 3-year escalation and \$25,200 for a 5-year escalation as follows:

Small Mine Operation Bond Calculation Worksheet S/035/0043

3-year escalation (2012)

Item	Qty	Unit Cost	Total Cost
1st Acre Disturbance	1	\$7,400.00	\$7,400.00
Add'l Acres Disturbance	4	\$4,300.00	\$17,200.00
TOTAL			\$24,600.00

5-year escalation (2014)

Item	Qty	Unit Cost	Total Cost
1st Acre Disturbance	1	\$7,600.00	\$7,600.00
Add'l Acres Disturbance	4	\$4,400.00	\$17,600.00
TOTAL			\$25,200.00

Please submit the reclamation surety and Reclamation Contract within the next 30 days. No mining related disturbance can be created until the surety is received and approved, and you have received written acceptance from this office as well as other applicable agencies.



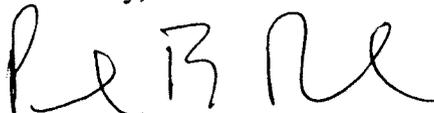
0002

Kyle Nelson
Page 2 of 2
E/035/0043
July 21, 2009

The reclamation surety can be submitted in one of several forms, including, an irrevocable letter of credit, a certificate of deposit, cash or a surety bond. Please contact Penny Berry at (801) 538-5291 or e-mail bondcoordinator@utah.gov for assistance in completing this requirement.

In reply please refer to file number E/035/0043. Thank you for your cooperation.

Sincerely,

A handwritten signature in black ink, appearing to read 'P B Baker', written in a cursive style.

Paul B. Baker
Minerals Program Manager